99TH GENERAL ASSEMBLY

State of Illinois

2015 and 2016

SB2159

Introduced 7/14/2015, by Sen. Bill Cunningham

SYNOPSIS AS INTRODUCED:

See Index

Amends various Acts relating to the governance of public universities in Illinois and the Public Community College Act. Sets forth provisions governing employment contracts entered into, amended, renewed, or extended after the effective date of the amendatory Act, excluding collective bargaining agreements. Requires the governing board of a university or community college district to complete an annual performance review of the president and any chancellors of the higher education institution. Provides that such annual performance review must be considered when the board contemplates a bonus, raise, or severance agreement for the president or chancellor.

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FISCAL NOTE ACT MAY APPLY STATE MANDATES ACT MAY REQUIRE REIMBURSEMENT

1

AN ACT concerning education.

2 Be it enacted by the People of the State of Illinois, 3 represented in the General Assembly:

4 Section 5. The University of Illinois Act is amended by 5 adding Sections 90 and 95 as follows:

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(110 ILCS 305/90 new)

Sec. 90. Employment contract limitations. This Section applies to employment contracts entered into, amended, renewed, or extended after the effective date of this amendatory Act of the 99th General Assembly. This Section does not apply to collective bargaining agreements. With respect to an employment contract entered into with an employee of the University:

14(1) Severance payments or contract buyouts may not15occur if there are pending criminal charges against the16employee related to his or her employment.

17 (2) Final action on the formation, renewal, extension,
 18 or termination of the employment contract must be made
 19 during an open meeting of the Board of Trustees.

20 <u>(3) 30 days' public notice must be given prior to final</u> 21 <u>action on the formation, renewal, extension, or</u> 22 <u>termination of the employment contract and must include a</u> 23 <u>complete description of the action to be taken and the</u>

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contract itself, including all addendums or any other 1 2 documents that change the contract. 3 (4) Any performance-based bonus to the employee must be approved by the Board of Trustees in an open meeting. The 4 5 performance review or reviews upon which the bonus is based must be made available to the public no less than 48 hours 6 7 before Board approval of the performance-based bonus. 8 Board minutes, board packets, and annual (5) 9 performance reviews concerning the employee must be made available to the public on the University's Internet 10 11 website. 12 (6) Performance-based bonus payments that result in an increase in the final rate of earnings under Section 15-112 13 14 of the Illinois Pension Code may not be paid with taxpayer 15 or tuition funds. 16 (110 ILCS 305/95 new) Sec. 95. Executive accountability. The Board of Trustees 17

17 Sec. 95. Executive accountability. The Board of Trustees 18 must complete an annual performance review of the president and 19 any chancellors of the University. Such annual performance 20 review must be considered when the Board contemplates a bonus, 21 raise, or severance agreement for the president or chancellor.

22 Section 10. The Southern Illinois University Management 23 Act is amended by adding Sections 75 and 80 as follows:

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1	(110 ILCS 520/75 new)
2	Sec. 75. Employment contract limitations. This Section
3	applies to employment contracts entered into, amended,
4	renewed, or extended after the effective date of this
5	amendatory Act of the 99th General Assembly. This Section does
6	not apply to collective bargaining agreements. With respect to
7	an employment contract entered into with an employee of the
8	University:
9	(1) Severance payments or contract buyouts may not
10	occur if there are pending criminal charges against the
11	employee related to his or her employment.
12	(2) Final action on the formation, renewal, extension,
13	or termination of the employment contract must be made
14	during an open meeting of the Board.
15	(3) 30 days' public notice must be given prior to final
16	action on the formation, renewal, extension, or
17	termination of the employment contract and must include a
18	complete description of the action to be taken and the
19	contract itself, including all addendums or any other
20	documents that change the contract.
21	(4) Any performance-based bonus to the employee must be
22	approved by the Board in an open meeting. The performance
23	review or reviews upon which the bonus is based must be
24	made available to the public no less than 48 hours before
25	Board approval of the performance-based bonus.
26	(5) Board minutes, board packets, and annual

1	performance reviews concerning the employee must be made
2	available to the public on the University's Internet
3	website.
4	(6) Performance-based bonus payments that result in an
5	increase in the final rate of earnings under Section 15-112
6	
	of the Illinois Pension Code may not be paid with taxpayer
7	<u>or tuition funds.</u>
8	(110 ILCS 520/80 new)
9	Sec. 80. Executive accountability. The Board must complete
10	an annual performance review of the president and any
11	chancellors of the University. Such annual performance review
12	must be considered when the Board contemplates a bonus, raise,
13	or severance agreement for the president or chancellor.
14	Section 15. The Chicago State University Law is amended by
15	adding Sections 5-185 and 5-190 as follows:
16	(110 ILCS 660/5-185 new)
17	Sec. 5-185. Employment contract limitations. This Section
18	applies to employment contracts entered into, amended,
19	renewed, or extended after the effective date of this
20	amendatory Act of the 99th General Assembly. This Section does
21	not apply to collective bargaining agreements. With respect to
22	an employment contract entered into with an employee of the
23	<u>University:</u>

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1(1) Severance payments or contract buyouts may not2occur if there are pending criminal charges against the3employee related to his or her employment.

4 (2) Final action on the formation, renewal, extension,
5 or termination of the employment contract must be made
6 during an open meeting of the Board.

7 <u>(3) 30 days' public notice must be given prior to final</u> 8 <u>action on the formation, renewal, extension, or</u> 9 <u>termination of the employment contract and must include a</u> 10 <u>complete description of the action to be taken and the</u> 11 <u>contract itself, including all addendums or any other</u> 12 <u>documents that change the contract.</u>

13 (4) Any performance-based bonus to the employee must be 14 approved by the Board in an open meeting. The performance 15 review or reviews upon which the bonus is based must be 16 made available to the public no less than 48 hours before 17 Board approval of the performance-based bonus.

18 (5) Board minutes, board packets, and annual 19 performance reviews concerning the employee must be made 20 available to the public on the University's Internet 21 website.

(6) Performance-based bonus payments that result in an
 increase in the final rate of earnings under Section 15-112
 of the Illinois Pension Code may not be paid with taxpayer
 or tuition funds.

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1	(110 ILCS 660/5-190 new)
2	Sec. 5-190. Executive accountability. The Board must
3	complete an annual performance review of the president and any
4	chancellors of the University. Such annual performance review
5	must be considered when the Board contemplates a bonus, raise,
6	or severance agreement for the president or chancellor.
7	Section 20. The Eastern Illinois University Law is amended
8	by adding Sections 10-185 and 10-190 as follows:
9	(110 ILCS 665/10-185 new)
10	Sec. 10-185. Employment contract limitations. This Section
11	applies to employment contracts entered into, amended,
12	renewed, or extended after the effective date of this
13	amendatory Act of the 99th General Assembly. This Section does
14	not apply to collective bargaining agreements. With respect to
15	an employment contract entered into with an employee of the
16	<u>University:</u>
17	(1) Severance payments or contract buyouts may not
18	occur if there are pending criminal charges against the
19	employee related to his or her employment.
20	(2) Final action on the formation, renewal, extension,
21	or termination of the employment contract must be made
22	during an open meeting of the Board.
23	(3) 30 days' public notice must be given prior to final
24	action on the formation, renewal, extension, or

1 termination of the employment contract and must include a
2 complete description of the action to be taken and the
3 contract itself, including all addendums or any other
4 documents that change the contract.

5 <u>(4) Any performance-based bonus to the employee must be</u> 6 <u>approved by the Board in an open meeting. The performance</u> 7 <u>review or reviews upon which the bonus is based must be</u> 8 <u>made available to the public no less than 48 hours before</u> 9 <u>Board approval of the performance-based bonus.</u>

10 <u>(5) Board minutes, board packets, and annual</u> 11 <u>performance reviews concerning the employee must be made</u> 12 <u>available to the public on the University's Internet</u> 13 <u>website.</u>

14 (6) Performance-based bonus payments that result in an 15 increase in the final rate of earnings under Section 15-112 16 of the Illinois Pension Code may not be paid with taxpayer 17 or tuition funds.

18 (110 ILCS 665/10-190 new)

19 <u>Sec. 10-190. Executive accountability. The Board must</u> 20 <u>complete an annual performance review of the president and any</u> 21 <u>chancellors of the University. Such annual performance review</u> 22 <u>must be considered when the Board contemplates a bonus, raise,</u> 23 <u>or severance agreement for the president or chancellor.</u>

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Section 25. The Governors State University Law is amended

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1 by adding Sections 15-185 and 15-190 as follows:

2	(110 ILCS 670/15-185 new)
3	Sec. 15-185. Employment contract limitations. This Section
4	applies to employment contracts entered into, amended,
5	renewed, or extended after the effective date of this
6	amendatory Act of the 99th General Assembly. This Section does
7	not apply to collective bargaining agreements. With respect to
8	an employment contract entered into with an employee of the
9	University:
10	(1) Severance payments or contract buyouts may not
11	occur if there are pending criminal charges against the
12	employee related to his or her employment.
13	(2) Final action on the formation, renewal, extension,
14	or termination of the employment contract must be made
15	during an open meeting of the Board.
16	(3) 30 days' public notice must be given prior to final
17	action on the formation, renewal, extension, or
18	termination of the employment contract and must include a
19	complete description of the action to be taken and the
20	contract itself, including all addendums or any other
21	documents that change the contract.
22	(4) Any performance-based bonus to the employee must be
23	approved by the Board in an open meeting. The performance
24	review or reviews upon which the bonus is based must be
25	made available to the public no less than 48 hours before

1	Board approval of the performance-based bonus.
2	(5) Board minutes, board packets, and annual
3	performance reviews concerning the employee must be made
4	available to the public on the University's Internet
5	website.
6	(6) Performance-based bonus payments that result in an
7	increase in the final rate of earnings under Section 15-112
8	of the Illinois Pension Code may not be paid with taxpayer
9	or tuition funds.
10	(110 ILCS 670/15-190 new)
11	Sec. 15-190. Executive accountability. The Board must
12	complete an annual performance review of the president and any
13	chancellors of the University. Such annual performance review
14	must be considered when the Board contemplates a bonus, raise,
15	or severance agreement for the president or chancellor.
16	Section 30. The Illinois State University Law is amended by
17	adding Sections 20-190 and 20-195 as follows:
18	(110 ILCS 675/20-190 new)
19	Sec. 20-190. Employment contract limitations. This Section
20	applies to employment contracts entered into, amended,
21	renewed, or extended after the effective date of this
22	amendatory Act of the 99th General Assembly. This Section does
23	not apply to collective bargaining agreements. With respect to

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an employment contract entered into with an employee of the 2 University: 3 (1) Severance payments or contract buyouts may not occur if there are pending criminal charges against the 4 5 employee related to his or her employment. (2) Final action on the formation, renewal, extension, 6 7 or termination of the employment contract must be made during an open meeting of the Board. 8 9 (3) 30 days' public notice must be given prior to final 10 action on the formation, renewal, extension, or 11 termination of the employment contract and must include a complete description of the action to be taken and the 12 contract itself, including all addendums or any other 13 14 documents that change the contract. 15 (4) Any performance-based bonus to the employee must be 16 approved by the Board in an open meeting. The performance review or reviews upon which the bonus is based must be 17 18 made available to the public no less than 48 hours before 19 Board approval of the performance-based bonus. (5) Board minutes, board packets, and annual 20 21 performance reviews concerning the employee must be made 22 available to the public on the University's Internet 23 website. 24 (6) Performance-based bonus payments that result in an 25 increase in the final rate of earnings under Section 15-112 26 of the Illinois Pension Code may not be paid with taxpayer

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1 <u>or tuition funds.</u>

(110 ILCS 675/20-195 new)
 Sec. 20-195. Executive accountability. The Board must
 complete an annual performance review of the president and any
 chancellors of the University. Such annual performance review
 must be considered when the Board contemplates a bonus, raise,
 or severance agreement for the president or chancellor.

8 Section 35. The Northeastern Illinois University Law is 9 amended by adding Sections 25-185 and 25-190 as follows:

10	(110 ILCS 680/25-185 new)
11	Sec. 25-185. Employment contract limitations. This Section
12	applies to employment contracts entered into, amended,
13	renewed, or extended after the effective date of this
14	amendatory Act of the 99th General Assembly. This Section does
15	not apply to collective bargaining agreements. With respect to
16	an employment contract entered into with an employee of the
17	University:
18	(1) Severance payments or contract buyouts may not
19	occur if there are pending criminal charges against the
20	employee related to his or her employment.
21	(2) Final action on the formation, renewal, extension,
22	or termination of the employment contract must be made

23 <u>during an open meeting of the Board.</u>

1	(3) 30 days' public notice must be given prior to final
2	action on the formation, renewal, extension, or
3	termination of the employment contract and must include a
4	complete description of the action to be taken and the
5	contract itself, including all addendums or any other
6	documents that change the contract.
7	(4) Any performance-based bonus to the employee must be
8	approved by the Board in an open meeting. The performance
9	review or reviews upon which the bonus is based must be
10	made available to the public no less than 48 hours before
11	Board approval of the performance-based bonus.
12	(5) Board minutes, board packets, and annual
13	performance reviews concerning the employee must be made
14	available to the public on the University's Internet
15	website.
16	(6) Performance-based bonus payments that result in an
17	increase in the final rate of earnings under Section 15-112
18	of the Illinois Pension Code may not be paid with taxpayer
19	or tuition funds.
20	(110 ILCS 680/25-190 new)
21	Sec. 25-190. Executive accountability. The Board must
22	complete an annual performance review of the president and any
23	chancellors of the University. Such annual performance review
24	must be considered when the Board contemplates a bonus, raise,
25	or severance agreement for the president or chancellor.

1	Section 40. The Northern Illinois University Law is amended
2	by adding Sections 30-195 and 30-200 as follows:
3	(110 ILCS 685/30-195 new)
4	Sec. 30-195. Employment contract limitations. This Section
5	applies to employment contracts entered into, amended,
6	renewed, or extended after the effective date of this
7	amendatory Act of the 99th General Assembly. This Section does
8	not apply to collective bargaining agreements. With respect to
9	an employment contract entered into with an employee of the
10	University:
11	(1) Severance payments or contract buyouts may not
12	occur if there are pending criminal charges against the
13	employee related to his or her employment.
14	(2) Final action on the formation, renewal, extension,
15	or termination of the employment contract must be made
16	during an open meeting of the Board.
17	(3) 30 days' public notice must be given prior to final
18	action on the formation, renewal, extension, or
19	termination of the employment contract and must include a
20	complete description of the action to be taken and the
21	contract itself, including all addendums or any other
22	documents that change the contract.
23	(4) Any performance-based bonus to the employee must be
24	approved by the Board in an open meeting. The performance

1	review or reviews upon which the bonus is based must be
2	made available to the public no less than 48 hours before
3	Board approval of the performance-based bonus.
4	(5) Board minutes, board packets, and annual
5	performance reviews concerning the employee must be made
6	available to the public on the University's Internet
7	website.
8	(6) Performance-based bonus payments that result in an
9	increase in the final rate of earnings under Section 15-112
10	of the Illinois Pension Code may not be paid with taxpayer
11	or tuition funds.
12	(110 ILCS 685/30-200 new)
13	Sec. 30-200. Executive accountability. The Board must
14	complete an annual performance review of the president and any
15	chancellors of the University. Such annual performance review
16	must be considered when the Board contemplates a bonus, raise,
17	or severance agreement for the president or chancellor.
18	Section 45. The Western Illinois University Law is amended
19	by adding Sections 35-190 and 35-195 as follows:

21	Sec.	35-1	90. Employm	ent co	ntract	limitatio	ns. Th	is Se	ction
22	applies	to	employment	cont	racts	entered	into,	ame	nded,
23	renewed,	or	extended	after	the	effective	date	of	this_

20 (110 ILCS 690/35-190 new)

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1 <u>amendatory Act of the 99th General Assembly. This Section does</u> 2 <u>not apply to collective bargaining agreements. With respect to</u> 3 <u>an employment contract entered into with an employee of the</u> 4 University:

5 <u>(1) Severance payments or contract buyouts may not</u> 6 <u>occur if there are pending criminal charges against the</u> 7 <u>employee related to his or her employment.</u>

8 <u>(2) Final action on the formation, renewal, extension,</u> 9 <u>or termination of the employment contract must be made</u> 10 <u>during an open meeting of the Board.</u>

11 <u>(3) 30 days' public notice must be given prior to final</u> 12 <u>action on the formation, renewal, extension, or</u> 13 <u>termination of the employment contract and must include a</u> 14 <u>complete description of the action to be taken and the</u> 15 <u>contract itself, including all addendums or any other</u> 16 documents that change the contract.

17(4) Any performance-based bonus to the employee must be18approved by the Board in an open meeting. The performance19review or reviews upon which the bonus is based must be20made available to the public no less than 48 hours before21Board approval of the performance-based bonus.

22 <u>(5) Board minutes, board packets, and annual</u> 23 <u>performance reviews concerning the employee must be made</u> 24 <u>available to the public on the University's Internet</u> 25 <u>website.</u>

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(6) Performance-based bonus payments that result in an

- 16 - LRB099 12932 NHT 36945 b SB2159 1 increase in the final rate of earnings under Section 15-112 of the Illinois Pension Code may not be paid with taxpayer 2 3 or tuition funds. 4 (110 ILCS 690/35-195 new) 5 Sec. 35-195. Executive accountability. The Board must 6 complete an annual performance review of the president and any chancellors of the University. Such annual performance review 7 8 must be considered when the Board contemplates a bonus, raise, 9 or severance agreement for the president or chancellor. 10 Section 50. The Public Community College Act is amended by adding Sections 3-65, 3-70, and 3-75 as follows: 11 12 (110 ILCS 805/3-65 new) 13 Sec. 3-65. Employment contract limitations. This Section 14 applies to employment contracts entered into, amended, renewed, or extended after the effective date of this 15 16 amendatory Act of the 99th General Assembly. This Section does not apply to collective bargaining agreements. With respect to 17 18 an employment contract entered into with an employee of the 19 community college district: 20 (1) The initial term of the employment contract may not 21 exceed 3 years. 22 (2) The employment contract may not include any 23 automatic renewal clauses.

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1	(3) Severance payments under the employment contract
2	may not exceed one year's salary and applicable benefits of
3	the employee.
4	(4) Severance payments or contract buyouts may not
5	occur if there are pending criminal charges against the
6	employee related to his or her employment.
7	(110 ILCS 805/3-70 new)
8	Sec. 3-70. Employment contract transparency. This Section
9	applies to employment contracts entered into, amended,
10	renewed, or extended after the effective date of this
11	amendatory Act of the 99th General Assembly. This Section does
12	not apply to collective bargaining agreements. With respect to
13	an employment contract entered into with an employee of the
14	community college district:
15	(1) Final action on the formation, renewal, extension,
16	or termination of the employment contract must be made
17	during an open meeting of the board.
18	(2) 30 days' public notice must be given prior to final
19	action on the formation, renewal, extension, or
20	termination of the employment contract and must include a
21	complete description of the action to be taken and the
22	contract itself, including all addendums or any other
23	documents that change the contract.
24	(3) Any performance-based bonus to the employee must be
25	approved by the board in an open meeting. The performance

review or reviews upon which the bonus is based must be made available to the public no less than 48 hours before board approval of the performance-based bonus.

4 <u>(4) Board minutes, board packets, and annual</u> 5 <u>performance reviews concerning the employee must be made</u> 6 <u>available to the public on the community college district's</u> 7 <u>Internet website.</u>

8 (110 ILCS 805/3-75 new)

9 <u>Sec. 3-75. Executive accountability. A board must complete</u> 10 <u>an annual performance review of the president and any</u> 11 <u>chancellors of the community college. Such annual performance</u> 12 <u>review must be considered when the board contemplates a bonus,</u> 13 <u>raise, or severance agreement for the president or chancellor.</u>

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